

MINUTES OF THE SPECIAL TELECONFERENCE MEETING

OF THE

COMMISSIONERS OF THE CHICAGO HOUSING AUTHORITY

March 28, 2003

The Commissioners of the Chicago Housing Authority held a Special Teleconference Meeting at the Corporate Office located at 626 West Jackson, 6th Floor Conference Room on Friday, March 28, 2003 at 2:30 p.m.

The meeting was then called to order by the Chairperson, and upon roll call, those present and absent were as follows:

Present:	Sharon Gist Gilliam Hallie Amey Leticia Peralta Davis Earnest Gates Dr. Mildred Harris Michael Ivers Sandra Young
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Absent:	Mamie Bone Lorie Healey
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Also present were Montel Gayles, Chief of Staff; Gail Niemann, General Counsel; and other Chicago Housing Authority Staff Members.

There being a quorum present the meeting duly convened and business was transacted as follows:

The Chairperson announced that the Special Teleconference Meeting was called for the sole purpose of approving the submittal of the FY2003 Performance Funding System Calculation to the Department of Housing and Urban Development since the 2nd item on the Notice "Recommendation to amend Resolution No. 2003-CHA-24 concerning Lake Park Crescent", had been pulled.

THE CERTIFICATE AS TO SERVICE OF NOTICE OF SPECIAL TELECONFERENCE MEETING and the WAIVER OF NOTICE AND CONSENT TO SPECIAL TELECONFERENCE MEETING, as signed by the Commissioners of said Authority, were read and ordered spread upon the minutes of this Special Teleconference meeting and filed for record.

NOTICE OF SPECIAL TELECONFERENCE MEETING

TO: Board of Commissioners

YOU ARE HEREBY NOTIFIED that the Commissioners of the Chicago Housing Authority are called to meet in a Special Session, by telephone, on Wednesday, March 28, 2003 at 2:30 p.m. to approve the submittal of the FY2003 Performance Funding System Calculation to the Department of Housing and Urban Development and recommendation to amend Resolution No. 2003-CHA-24 concerning Lake Park Crescent.

CHICAGO HOUSING AUTHORITY

By: /s/ Sharon Gist Gilliam
Chairperson, Board of Commissioners

DATED: March 25, 2003

**CERTIFICATE AS TO SERVICE OF NOTICE
OF SPECIAL TELECONFERENCE MEETING**

I, SHARON GIST GILLIAM, the duly appointed, qualified and acting as Chairperson of the Chicago Housing Authority, do hereby certify that on March 25, 2003, I served, in the manner provided in the By-laws of said Authority, upon each of the Commissioners of said Authority named in the foregoing NOTICE OF SPECIAL TELECONFERENCE MEETING, a true and correct copy of the said NOTICE OF SPECIAL TELECONFERENCE MEETING.

IN TESTIMONY WHEREOF, I have hereunto set my hand this _____ day of April, 2003.

Sharon Gist Gilliam, Chairperson

**WAIVER OF NOTICE OF AND CONSENT TO
SPECIAL TELECONFERENCE MEETING**

We, the undersigned Commissioners of the Chicago Housing Authority, pursuant to Section 3, of Article II of the Bylaws, do hereby accept service of the foregoing NOTICE OF SPECIAL TELECONFERENCE MEETING, waiving any and all irregularities in such service and in said NOTICE OF SPECIAL TELECONFERENCE MEETING and do hereby consent and agree that the said Commissioners of said Chicago Housing Authority shall meet at the time by teleconference in said NOTICE OF SPECIAL TELECONFERENCE MEETING and for the purpose therein stated.

Sharon Gist Gilliam

Hallie Amey

Mamie Bone

Leticia Peralta Davis

Earnest Gates

Dr. Mildred Harris

Lorie Healey

Michael Ivers

Sandra Young

(Item No. 1)

HUD uses the Performance Funding System (PFS) to determine a public housing authority's eligibility for an operating subsidy. The PFS is applicable to all public housing authority owned units under an Annual Contributions Contract. The CHA is required to submit a PFS Calculation detailing the total operating subsidy for fiscal year 2003. Based on the formula established by HUD as a part of the Moving-to-Work Demonstration Agreement ("MTW Agreement"), the CHA should request the operating subsidy in the amount of \$176,472,397. In fiscal year 2002, HUD experienced a \$250 million shortfall in Operating Subsidies. In order to cover the prior year shortfall, HUD is expected to fund all Public Housing Authorities at an estimated 90% pro-rata. It is estimated that this will result in a \$20.2 million decrease in CHA's fiscal year 2003 Operating Subsidy. Unlike the procedure used in prior years, HUD has requested each Authority to submit its PFS Schedule prior to the release of final pro-rations. This is being done in order to determine the overall need of Public Housing Authorities. Upon release of the final pro-rata amount, the CHA's Comprehensive Budget will be adjusted accordingly.

Commissioner Ivers moved the adoption of the following resolution for Item 1:

RESOLUTION NO. 2003-CHA-41

WHEREAS, the Board of Commissioners has reviewed the Board Letter dated March 12, 2003 requesting authorization to submit FY2003 Performance Funding System Calculation to the Department of Housing and Urban Development and approval of the FY2003 Funding System Performance Calculation;

THEREFORE, BE IT RESOLVED BY THE CHICAGO HOUSING AUTHORITY

THAT, the Board of Commissioners approves the FY2003 Performance System Calculation and authorizes the Chief Executive Officer or his designee to execute and submit the Performance Funding System Calculation and all necessary related documents to the U.S. Department of Housing and Urban Development.

Motion to adopt said resolution was seconded by Commissioner Harris and the voting was as follows:

Ayes:	Sharon Gist Gilliam Hallie Amey Leticia Peralta Davis Earnest Gates Dr. Mildred Harris Michael Ivers Sandra Young
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Nays:	None
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There being no questions or discussion, the Chairperson thereupon declared said motion carried and said resolution adopted.

There being no further business to come before the Commissioners, upon proper Motion made, seconded, and carried, the Special Tele-Conference meeting was adjourned.

S/B: Sharon Gist Gilliam
Chairperson

S/B: Lee Chuc-Gill
Custodian and Keeper of Records